

# Term Sheet

## Geni Capital Protected Currency Fund Segregated Portfolio GBP Class A

### Segregated Portfolio

Geni Capital Protected Currency Fund Segregated Portfolio GBP Class A will be a GBP denominated segregated portfolio of Geni Managed Currency Funds SPC, a Cayman Islands domiciled segregated portfolio company.

### Investment Objective

To provide capital protected medium term capital growth through investments in securities issued by a financial institution with at least a AA rating by Standard & Poor's (the 'Securities') and leveraged exposure to the currency markets utilising an actively managed long-short currency trading strategy.

### Capital Protection

At maturity, the Securities are designed to return to the Fund an amount equal to 100% of investors' initial investment which will be passed on to investors.

### Currency Trading Strategy

The Fund's currency trading strategy is managed using a proprietary, in-house trading model designed by the Investment Manager.

The model, 'Smart Momentum', seeks to achieve absolute returns through a tested system which tracks the relationships between movements in the fundamental and technical data of the traded currencies. Correlation is utilised to calculate future currency market movements. Individual trading strategies are designed for each individual currency cross-rate and include indicators which establish 'buy', 'sell' or 'neutral' levels. Trading is automated and comprises crosses between the following currencies: USD, Euro and Yen. The objective of the model is to generate absolute returns in trading the currency crosses through hedging techniques and risk control.

Leverage may be used by the Investment Manager to enhance returns. Leverage is achieved via margin trading and does not involve any physical borrowing. A 5% margin deposit is typically placed as collateral to cover any losses that might arise which permits the Investment Manager to utilise up to 20 times leverage.

Stop loss levels of circa 1% are applied to every trade at the time an order is executed, and though not guaranteed, assist in lowering downside risk. All positions are monitored with adherence to stop loss levels and take profit levels on all open trades, with the aim of optimising the risk-adjusted return to the investor.

### Fund Manager

Geni Capital Fund Managers (Cayman) Limited

### Investment Manager

Arbiter Fund Managers Limited (Authorised & Regulated by the Financial Services Authority)

### Minimum Investment

GBP 100,000

### Investment Term

5 years fixed

### Distributions and Redemptions

During the term of the Fund, no distributions are expected to be made and redemptions of shares are not permitted.

### Annual Management Fee

The Investment Manager will levy a management fee of 1.5% p.a. of the gross leveraged currency traded funds under management, payable monthly in arrears.

### Performance Fees

The Investment Manager will levy a 20% performance fee monthly in arrears on a 'High Watermark' basis. 'High Watermark' means that charges are only levied on new currency trading profits of the Fund. In addition, at the end of each calendar year, if the Fund returns net currency trading profits (profits less management fee and performance fee) of 25% or more, the Fund Manager of the Geni Capital Protected Currency Fund Segregated Portfolio GBP Class A will levy a 'super performance fee' of 5% on the profits exceeding 25%.



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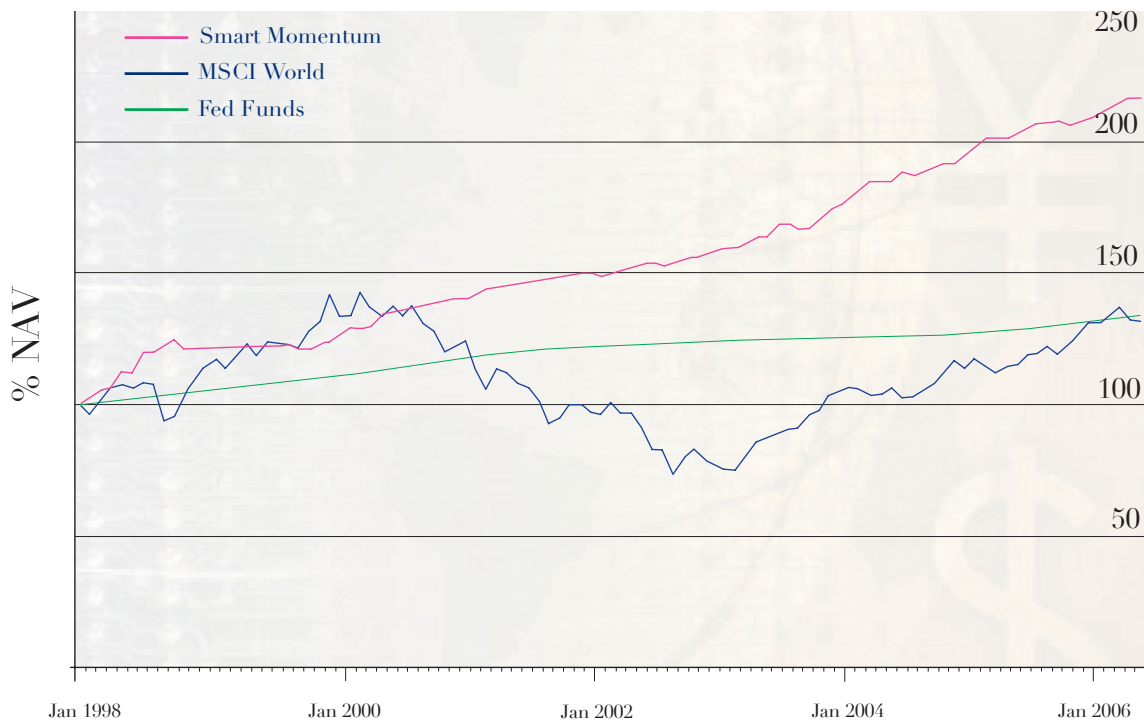
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## INVESTMENT MANAGER HISTORY

The Smart Momentum trading strategy of Arbiter Fund Managers Limited, has been tracked since 1998. Over that period of time, the full year unleveraged performance is shown below and indicates a generally low level of volatility:

	1998	1999	2000	2001	2002	2003	2004	2005	Average
Total Return	21.8%	1.7%	13.2%	6.9%	4.8%	10.4%	8.3%	7.9%	9.4%
Volatility	9.4%	2.2%	3.9%	1.5%	1.8%	3.4%	3.3%	2.8%	3.5%
Sharpe Ratio	1.9	N/A	2.1	2.6	1.9	2.5	1.6	2.0	2.1
Max. Drawdown	-3.0%	-1.1%	-0.4%	0%	-0.5%	-0.9%	-0.6%	-1.0%	-0.94%

Source: Arbiter Fund Managers Ltd



Arbiter Fund Managers Limited have constructed the above table and graph from the performance of its fully audited managed accounts, listed funds and unaudited managed accounts. The 1998-2001 inclusive performance shown has been constructed from fully audited managed accounts and listed funds. Performance figures from 2001 are from unaudited managed accounts and include simulated data for the short periods of transition from audited funds to managed accounts to maintain continuity of the track record. The figures displayed are net of fixed fees and performance fees, and the same trading system has been used throughout. Performance is shown on an unleveraged basis. Past performance is not a guide to future performance.